

GOVERNMENT OF ANDHRA PRADESH

A B S T R A C T

Policy for Hudhud Cyclone Affected Industrial Units- Policy Measures – Orders
– Issued.

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INDUSTRIES & COMMERCE (IP & INF) DEPARTMENT

G.O. Ms. No.134

Dated:18.11.2014

Read:

From Prl. Secretary & CIP I & C Dept., Proceedings No.3642/A4/
GM/Peshi/Hud-Hud-1, dt.19-10-2014.

ORDER:

The Hudhud cyclone which struck coastal Andhra Pradesh on 12th October 2014 has mainly affected the districts of Visakhapatnam, Vizianagaram and Srikakulam. In these districts several industrial units, small and large, have suffered damages. Several Software units in Madhurawada / Rushikonda region of Visakhapatnam district have also suffered losses.

2. The large industrial units as well as several medium sized industrial units have mostly insured their buildings, plant and machinery. Hence, they would be compensated to a substantial degree through insurance claims. However, in the case of small and micro sector the problem is acute as a good number of them do not have any insurance coverage. The Govt of India norm defines monetary limits for various categories of units as follows:-

- a. Micro units : Upto Rs.25 lakhs investment.
- b. Small scale units : Rs.25 lakhs to Rs.5 crores.
- c. Medium sized units : Rs.5 crores to Rs. 10 crores.
- d. Large Industrial units : Greater than Rs. 10 Crores.

3. A seven-member committee was constituted by the Government in the Proceedings read above. This Committee met several times and discussed the issue with all stakeholders. The committee has furnished the report with certain suggestions.

4. After careful examination of the report, Government hereby order to initiate the following measures for mitigating the impact of Natural Calamity:

- 1. Government has decided to release all pending incentives/ grants / subsidies to all industrial units set up in Vishakapatnam, Vizianagaram and Srikakulam Districts by giving overriding priority immediately. The Commissioner of Industries is directed to take action accordingly.
- 2. Government will provide giving outright relief of Rs.25,000/- to micro sector units and upto Rs.50,000/- for small scale units(both manufacturing and service sector units) which are not covered under any insurance programme and which are registered with industries department. Wherever insurance benefit has been availed by even MSME units, this incentive will not be given to such units.
- 3. The Energy Department (Discoms) collected Minimum charges for power supply even when there is no Power Supply as per their existing policy. However, for the month of October, the Government directs Discoms not to levy minimum charges for power supply in the 3 affected districts to the industrial units which did not consume the minimum power due to breakdown of power supply and also due to damages to the industries.

(P.T.O)

4. The payment of power bill for September 2014 due in October 2014 is deferred and allowed to be paid in 3 equal monthly instalments in November, 2014, December 2014 and January, 2015.
 5. Industries which are severely affected as per the assessment of the Industries Department will be provided facility of deferred payment (for Six months) of property tax concerned to local bodies.
 6. Banks and financial institutions will be requested to re-schedule the loans for a period of one year. DLBC headed by Collector and SLBC chaired by Chief Minister will have to approve this.
 7. APIIC is directed to undertake repair and re-construction of all damaged facilities in Industrial Parks in these 3 districts within 90 days.
 8. All Industries would be advised to insure their assets hereafter by the Industries Dept.
 9. In all Industrial Parks mandatory green belt will be developed by APIIC with deep-rooted strong trees to act as wind breakers after due consultation with the Forest and Horticulture Departments.
 10. APIIC will take up underground Electrical and Communication cables in their industrial parks which are exposed to risk of cyclones in coastal districts.
 11. Industrial bodies will be encouraged, standard to be fixed, to adopt advanced technologies for roofing, boundary walls & electrical poles, chimneys, cooling towers etc., in consultation with experts.
5. The Commissioner of Industries shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRAPRADESH)

**J.S.V. PRASAD
PRINCIPAL SECRETARY TO GOVERNMENT & CIP**

To
The Commissioner of Industries, GoAP, Hyderabad.
The VC & MD APIIC, GoAP, Hyderabad.
The Revenue(DM) Dept.
The Energy Department.
The MA & UD Department.
The PR & RD (RD) Dept.
The Forest Department
The Finance (EBS VIII-Rev& IC) Department.
All the District Collectors in the State.
The EPDCL, Visakhapatnam.
The IRDA.
The Convener, SLBC, Andhra bank.
The Agriculture and Co-operation Department.
All HODs/Corporations under Industries & Commerce Department.

//FORWARDED: : BY ORDER//

SECTION OFFICER

